



4004

**ANNUAL REPORT**

OF

Name: MIDWAY TELEPHONE COMPANY, LLC

Principal Office: 525 JUNCTION ROAD  
P.O. BOX 5158  
MADISON, WI 53717  
PO Box Zip Code: 53705-0158

For the Year Ended: DECEMBER 31, 2005

TELECOMMUNICATIONS UTILITY  
TO  
PUBLIC SERVICE COMMISSION OF WISCONSIN

P.O. Box 7854  
Madison, WI 53707-7854  
<http://psc.wi.gov>

*This form is required under Wis. Stat. § 196.07. Failure to file the form by the statutory filing date can result in the imposition of a penalty under Wis. Stat. § 196.66. The penalty which can be imposed by this section of the statutes is a forfeiture of not less than \$25 nor more than \$5,000 for each violation. Each day subsequent to the filing date constitutes a separate and distinct violation. The filed form is available to the public and personally identifiable information may be used for purposes other than those related to public utility regulation.*

## GENERAL RULES FOR REPORTING

1. The annual report due date is April 1 of the following year. If that date falls on a weekend or holiday, the annual report is due the following business day.
2. **Electronic filing via e-mail is required, unless additional provisional confidential treatment is desired.**  
Go to the Public Service Commission of Wisconsin's Web Page at <http://psc.wi.gov>, and select the appropriate program for Incumbent Local Exchange Carriers (LECs). If additional confidential treatment is desired, contact Christopher Larson at (608) 267-9508 or [christopher.larson@psc.state.wi.us](mailto:christopher.larson@psc.state.wi.us) for instructions.
3. LEC entities with no revenues for the report year are required to file a LEC annual report.
4. Unless otherwise indicated, the information requested in this report should be taken from the accounts and other records of the utility in conformity with the Uniform System of Accounts prescribed by the Public Service Commission in docket 05-US-116. The definitions and instructions contained therein should also apply to the report wherever applicable. A query or response concerning information contained in this report regarding any practice or transaction should not be construed as indicating conformity to accounting or other pertinent regulations.
5. Please follow all instructions and answer each question fully and accurately. Provide additional information as necessary to avoid misunderstandings or misleading responses. Abbreviations listed on page 6 may be used. However, please show the exact name of the respondent in full on the Identification and Ownership page.
6. Wherever information is requested in a "note," please show that information in the space provided, or make reference to the adjacent page or insert where the note may be found. Please also identify each note. Footnote capability is included in the annual report software program. Please use it where necessary to fully explain particulars in the annual report.
7. Numeric items are limited to digits (0-9). Do not type commas when entering numbers. A minus sign "-" should be entered in the software program to indicate negative values. The program will convert the minus sign to parentheses if a hard copy of the annual report is printed. Negative values may not be allowed for certain entries in the annual report due to restrictions contained in the software program.
8. Report all dollar amounts to the nearest thousand dollars. (Example: \$130,000 should be reported as \$130.)
9. This annual report should be complete in all respects. Unless otherwise authorized, avoid references to returns of former years or to other reports.
10. Wherever schedules call for data from the previous year and such data were reported in the previous annual report, the previous year's data should be reported without modification. If modified, an appropriate footnote indicator and explanation should be included in the current year's annual report.
11. Where part or all of the report is prepared by other than utility personnel, a disclosure is required in the "Individual or firm, if other than utility employee, preparing this report" portion of the Identification and Ownership schedule, which describes the nature and extent of work performed.
12. The LEC annual report program incorporates provisional confidentiality capability for selected items. These items vary from year to year and are based on the Commission's decision regarding confidential items in the annual report.

## GENERAL RULES FOR REPORTING

If additional provisional confidential treatment is desired, do not file the annual report electronically using the program's e-mail filing capabilities.

13. It is not necessary to manually or electronically "sign" the signature page. It is not necessary to file a hardcopy of the annual report with the Commission.
14. **Edit Check, Confidential Listing, Exported Annual Report, and Export Status Files; Filing the Completed Report:**

Program edit checks, which are located under the Admin dropdown menu, should be run at the completion of data entry. Each edit problem lists pertinent schedule(s) as well as the nature of the problem (such as "does not equal"). Edit items should be reviewed and corrected; unresolved problems should be footnoted in the report, if necessary. This screen automatically saves the edit checks to an .edt file that may be viewed and edited (for purposes of adding necessary notations) using a word processing package such as WordPad.

The confidential listing, which is located under the Admin dropdown menu, should also be run at the completion of data entry. This will create a .clf file.

Select the annual report to export from the Main-Report Selection window. Click Admin, Export Data to PSC to start the export process. This will create an .mdb file, which will subsequently be encrypted to a file with an .sen extension. An export status file is also created (with a .txt extension). The export status report file may also be viewed in a word processing package such as WordPad. If you encounter any export errors, please contact the Commission for assistance.

The .edt, .clf, .sen, and .txt files will be zipped to a file with a .zip extension. An e-mail message will be created, addressed to pscrcs@psc.state.wi.us. The .zip file is automatically attached to the e-mail message. After the e-mail is created, it will automatically be sent to the Commission.

Once received and processed by the Commission, you will receive a response indicating that your annual report has been received and is being processed. You will be notified if there are any problems with the annual report filing.

15. **Name Changes:**

If a name change (e.g., the new name, the date of the change, and the affected entities with their respective four-digit Commission identification numbers) is identified in the report, documents from the State of Wisconsin Department of Financial Institutions (DFI) also must be submitted to the Commission:

A domestic corporation should send a copy of the stamped page from its Articles of Amendment as filed with DFI. A foreign corporation should send a copy of their Amended Certificate of Authority as issued by DFI. *These documents can be obtained by:*

1. Calling DFI at (608) 261-7577;
2. Contacting DFI on the web at <http://www.wdfi.org>; or
3. By writing to DFI at P.O. Box 7846, Madison, WI 53707-7846.

**A name change is not effective in the Commission's records until a separate notification letter is sent to the Commission including documentation to confirm registration of that change with the State of Wisconsin Department of Financial Institutions.**

## **GENERAL RULES FOR REPORTING**

### **16. Changes to the Annual Report Subsequent to Filing:**

If making revisions to the report subsequent to an electronic filing (i.e., using the program's e-mail capabilities) with the Commission, resubmit the report via e-mail following the procedures set forth above in item number 14. New edit check, confidential listing, exported annual report, and export status files should be created as a result of the revisions.

## SIGNATURE PAGE

I John R. Erpenbach of  
(Officer Verifying Annual Report Information)  
MIDWAY TELEPHONE COMPANY, LLC, certify that I  
(Utility Name)

have examined the following report and, to the best of my knowledge, information and belief, it is a correct statement of the business and affairs of said utility for the period covered by the report in respect to each and every matter set forth therein.

<u>John R. Erpenbach</u> (Officer Verifying Annual Report Information)	<u>03/23/2006</u> (Date)
<u>Assistant Treasurer</u> (Title)	

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**ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS**

<b>Access Line</b>	Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency transmission, and/or time slot transmission. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice channel or a 64 kilobits per second digital channel.
<b>Analog Signal</b>	A signal that varies in a continuous manner such as voice or music. An analog signal must be contrasted with a digital signal which can assume only discrete values.
<b>Cellular System</b>	A high capacity land mobile radio system in which an assigned frequency spectrum is divided into discrete channels that are assigned to a cellular geographic serving area.
<b>Central Office</b>	A switching unit in a telephone system providing service to the general public, having the necessary equipment and operating arrangements for terminating and interconnecting lines and trunks.
<b>Centrex</b>	A service for customers with many stations that permits station-to-station dialing, one listed directory number for the customer, direct inward dialing to a particular station and station identification on outgoing calls. The switching functions are performed in a central office (stand alone, host or remote).
<b>Channel</b>	An electrical communications path between two or more points. A single pair of wires may provide more than one channel. A channel may also be provided by microwave.
<b>Customer</b>	A person who uses a telephone as a subscriber.
<b>Digital Signal</b>	A signal that has a limited number of discrete states. This may be contrasted with an analog signal that varies in a continuous manner and may have an infinite number of states.
<b>Equal Access</b>	The ability of the subscriber to use any long distance service by dialing the same number of digits.
<b>Exchange</b>	A defined area served by one or more central offices regardless of technical serving arrangements within which the company furnishes service at rates and rules prescribed for that area in the company's filed tariffs. The area is not necessarily marked by political boundaries or the location of host or remote switching units.
<b>Extended Area Service (EAS)</b>	The ability of a customer to call customers in other exchanges at no additional charge or at an additional charge per tariff.
<b>Extended Community Calling (ECC)</b>	The ability of a customer to call customers in other exchanges at rates usually above EAS rates but below toll rates for comparable distances. Rates generally include a duration element.
<b>Feature Group A</b>	Line-side originating and terminating LATA access for which an originating subscriber dials an assigned telephone number that connects to a specific interexchange carrier (IC). The IC returns a tone to signal the caller to input additional generated digits of the called number.

## ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

<b>Feature Group B</b>	Trunk-side originating and terminating LATA access for which an originating subscriber dials a 950-WXXX number (where W=0, 1 and XXX is the carrier access code (CAC)), which is translated to a specific XXX carrier trunk group. Optional rotary dial service and ANI may be available.
<b>Feature Group C</b>	Trunk-side LATA access for AT&T-Communications generally on a direct basis between each end office (EO) and an AT&T-C switching system.
<b>Feature Group D</b>	Also referred to as equal access. It is trunk-side LATA access affording call supervision of an interexchange carrier, a uniform access code (10XXXXX), optional calling party identification, recording of access-charge billing details and presubscription to a customer specified interexchange carrier.
<b>FX-IN</b>	A nonswitched service where the customer of the company is connected to and receives switching service through central office equipment located in another exchange area.
<b>FX-OUT</b>	A switched service where facilities are provided from the central office out to the exchange boundary where it meets the line from a foreign exchange subscriber.
<b>Host Switching System</b>	A switching system that provides centralized control over most of the switching functions of one or more remote switching units. The host switching system usually provides trunk access to the operating company intraLATA networks.
<b>Local Access Transport Area (LATA)</b>	A geographic area within which an operating company may offer its telecommunications services.
<b>Mobile Telephone</b>	A service which provides radio telephone communication from a mobile vehicle to another vehicle or to a regular telephone.
<b>Paging</b>	A service which provides one-way signal or voice communication over a radio channel to a miniature receiver carried by the customer.
<b>Pair</b>	Two wires of a single circuit.
<b>Pay Station</b>	A telephone which normally requires all users to deposit one or more coins or use a credit card to complete a call.
<b>Private Line Service</b>	Channel or circuit rented for private use and not intended to be connected to the general distribution system.
<b>Private Branch Exchange (PBX)</b>	A manually, or operator controlled switching system, usually on the customer's premises, which serves that customer's telephones over a common group of lines from the central office.
<b>Radio Common Carrier (RCC)</b>	A company which furnishes public telecommunications service using one or more radio channels.
<b>Remote Switching Unit (RSU)</b>	An electronic switching system that is remote from its host or control office. All of the central control equipment for the RSU is located in the host switching system.



## ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

<b>Route Miles</b>	<p>Total number of route miles (to the nearest mile) of operating plant facilities including drop wire in the exchange. One route mile may consist of:</p> <ol style="list-style-type: none"><li>1. One mile of roadway with any combination of outside plant facilities on any number of rights-of-way.</li><li>2. One mile of a cross country route with any combination of outside plant facilities.</li><li>3. One mile of point-to-point microwave or radio link.</li><li>4. One mile of plant on either side of a limited access highway or natural barrier, such as a navigable waterway.</li><li>5. One mile of joint use line where the utility either owns the facility or leases space.</li></ol>
<b>Stand Alone Switch</b>	<p>A central office switch which has no remote switching units (RSUs) subtending it.</p>
<b>Trunk</b>	<p>A communications path connecting two switching systems in the establishment of an end-to-end connection.</p>
<b>Wide Area Telephone Service (WATS)</b>	<p>Customer leased access line or lines connected to the nationwide network over which an unlimited number of calls can be made for a fixed monthly charge.</p>
<b>Wire Center</b>	<p>The location of one or more local switching systems. A point at which customers' loops converge.</p>

**ABBREVIATIONS USED IN ANNUAL REPORTS**

<b>Acct</b>	.....	Account
<b>Accum</b>	.....	Accumulated
<b>Acq</b>	.....	Acquisition
<b>Admin</b>	.....	Administrative
<b>Alloc</b>	.....	Allocation
<b>Amort</b>	.....	Amortization
<b>CO</b>	.....	Central Office
<b>Depr</b>	.....	Depreciation
<b>Equip</b>	.....	Equipment
<b>Exp</b>	.....	Expenses
<b>EOY</b>	.....	End of Year
<b>FOY</b>	.....	First of Year
<b>Info</b>	.....	Information
<b>ITC</b>	.....	Investment Tax Credit
<b>Misc</b>	.....	Miscellaneous
<b>Nonoper</b>	.....	Nonoperating
<b>Nonreg</b>	.....	Nonregulated
<b>Oper</b>	.....	Operating
<b>Opns</b>	.....	Operations
<b>Orig</b>	.....	Originating
<b>Prop</b>	.....	Property
<b>Receiv</b>	.....	Receivable
<b>Reg</b>	.....	Regulated
<b>Rev</b>	.....	Revenues
<b>Svcs</b>	.....	Services
<b>Telecom</b>	.....	Telecommunications
<b>Term</b>	.....	Terminating
<b>TPIS</b>	.....	Telecommunications Plant in Service
<b>TPUC</b>	.....	Telecommunications Plant Under Construction
<b>Uncoll</b>	.....	Uncollectible

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**IDENTIFICATION AND OWNERSHIP**

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**Exact Utility Name:** MIDWAY TELEPHONE COMPANY, LLC  
**Utility Location:** 525 JUNCTION ROAD  
P.O. BOX 5158  
MADISON, WI 53717  
P.O. BOX ZIP 53705-0158

**Utility (or Parent/Holding Company) Web Site Address:**  
www.tdstelecom.com

**When was utility organized?:** 01/28/1909

**Report any change in name and the effective date:**

**Telephone numbers for potential customers to contact company:**

Business Customers: (715) 748 - 3500    Ext:  
Residential Customers: (715) 748 - 3500    Ext:

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**Primary Address - Primary Utility Contact (located at utility address)**

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**Name:** STEVEN J. VANDEN HEUVEL  
**Title:** GENERAL MANAGER- SALES & SERVICE

**Office Address:** 202 E. OGDEN STREET  
P.O. BOX 240  
MEDFORD, WI 54451

**Fax Number:** (715) 748 - 2545  
**Telephone Number:** (715) 745 - 5002  
**Email Address:** steven.vanden.heuvel@tdstelecom.com

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**Annual Report Address - Contact person for information contained in this annual report**

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☐ **Same as Primary Address**

**Name:** JAY G. BRANT  
**Title:** SR. ACCOUNTANT  
**Firm:** TDS TELECOM  
**Office Address:** 140 NORTH MONROE STREET  
P.O. BOX 467  
LANCASTER, WI 53813  
**Fax Number:** (608) 723 - 2310  
**Telephone Number:** (608) 723 - 3629  
**Email Address:** jay.brant@tdstelecom.com

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**IDENTIFICATION AND OWNERSHIP**

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**Regulatory Contact - Contact person for regulatory inquiries and complaints**

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☐ **Same as Primary Address**

**Name:** JEAN M. PAUK  
**Title:** MANAGER - EXTERNAL RELATIONS  
**Firm:** TDS TELECOM  
**Office Address:** 525 JUNCTION ROAD  
MADISON, WI 53717

**Fax Number:** (608) 664 - 4185  
**Telephone Number:** (608) 664 - 4152  
**Email Address:** jean.pauk@tdstelecom.com

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List names, addresses, and percent ownership interest held by persons owning 5 percent or more of outstanding voting securities or membership interests. If any stock (or interest) is held by a nominee, give known particulars as to the beneficial owner (See Wis. Stat. § 196.795(1)(c), for definition of beneficial owner).

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**Name:** TDS TELECOMMUNICATIONS CORPORATION  
**Address:** 525 JUNCTION ROAD  
MADISON, WI 53717

**Percent Interest Held:** 100  
**Beneficial Owner:** NONE

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**List companies owned, controlled, or operated and form and extent of such ownership, control or operation.**

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**Company Name:** NONE  
**Form of Interest:** NONE  
**Extent Of Interest:** NONE

**OFFICERS AND DIRECTORS****Name, Title/Occupation  
and Business Address**

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<b>Name:</b> DAVID P. JONES <b>Title/Occupation:</b> SECRETARY/TREASURER <b>Business Address (1):</b> 525 JUNCTION ROAD <b>Business Address (2):</b> <b>Business Address (3):</b> <b>City State, Zip:</b> MADISON, WI 53717	<b>1</b>
<hr/>	
<b>Name:</b> JOHN R. ERPENBACH <b>Title/Occupation:</b> ASSISTANT TREASURER <b>Business Address (1):</b> 525 JUNCTION ROAD <b>Business Address (2):</b> <b>Business Address (3):</b> <b>City State, Zip:</b> MADISON, WI 53717	<b>2</b>
<hr/>	
<b>Name:</b> KATHY E. CEFALU <b>Title/Occupation:</b> VICE PRESIDENT <b>Business Address (1):</b> 525 JUNCTION ROAD <b>Business Address (2):</b> <b>Business Address (3):</b> <b>City State, Zip:</b> MADISON, WI 53717	<b>3</b>
<hr/>	
<b>Name:</b> MICHAEL A. PANDOW <b>Title/Occupation:</b> PRESIDENT <b>Business Address (1):</b> 525 JUNCTION ROAD <b>Business Address (2):</b> <b>Business Address (3):</b> <b>City State, Zip:</b> MADISON, WI 53717	<b>4</b>

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## INCOME STATEMENT - TOTAL COMPANY

Particulars (a)	This Year (000's) (b)	Last Year (000's) (c)	
<b>Operating Revenues</b>			
Operating Revenues (5000-5300)	6,457	6,613	1
<b>Total Operating Revenues</b>	<b>6,457</b>	<b>6,613</b>	
<b>Operating Expenses</b>			
Plant Specific Operations Expenses (6110-6410)	397	477	2
Plant Nonspecific Operations Expense	1,826	1,630	3
Customer Operations Expense (6610-6620)	892	849	4
Corporate Operations Expense (6720-6790)	1,046	1,011	5
Other Operating Income and Expense (7100)	3	3	6
Operating Taxes (7200)	963	1,092	7
<b>Total Operating Expenses</b>	<b>5,121</b>	<b>5,056</b>	
<b>Net Operating Income</b>	<b>1,336</b>	<b>1,557</b>	
<b>Other Income</b>			
Nonoperating Income and Expense (7300)	512	285	8
Nonoperating Taxes (7400)	186	81	9
Interest and Related Items (7500)	54	126	10
Extraordinary Items (7600)	0	0	11
Nonregulated Net Income (7990)	(34)	19	12
<b>Total Nonoperating Income</b>	<b>238</b>	<b>97</b>	
<b>Net Income</b>	<b>1,574</b>	<b>1,654</b>	

## **NOTES TO INCOME STATEMENT OR BALANCE SHEET**

In the space provided below, disclose all material information not included elsewhere in this report that is necessary to make the financial statements clear and understandable. Included should be:

NONE

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**BALANCE SHEET - ASSETS (CLASS B USE ACCOUNTS DESIGNATED BY \*)**

Particulars (a)	Balance--EOY	Balance--FOY (000's) (c)	
<b>CURRENT ASSETS</b>			
<b>CASH AND EQUIVALENTS</b>			
Cash and Equivalents (1120)*	1,747	12,599	1
<b>TOTAL CASH AND EQUIVALENTS</b>	<b>1,747</b>	<b>12,599</b>	
<b>RECEIVABLES AND ALLOWANCE FOR DOUBTFUL ACCOUNTS</b>			
Receivables (1170)*	921	1,033	2
Allowance for Doubtful Accounts (1171)*	16	17	3
<b>TOTAL RECEIVABLES AND ALLOWANCE FOR DOUBTFUL ACCOUNTS</b>	<b>905</b>	<b>1,016</b>	
<b>SUPPLIES</b>			
Inventories (1220)*	61	48	4
<b>TOTAL SUPPLIES</b>	<b>61</b>	<b>48</b>	
<b>PREPAYMENTS</b>			
Prepayments (1280)*	163	158	5
<b>TOTAL PREPAYMENTS</b>	<b>163</b>	<b>158</b>	
<b>OTHER CURRENT ASSETS</b>			
Other Current Assets (1350)*			6
<b>TOTAL OTHER CURRENT ASSETS</b>	<b>0</b>	<b>0</b>	
<b>TOTAL CURRENT ASSETS</b>	<b>2,876</b>	<b>13,821</b>	
<b>NONCURRENT ASSETS</b>			
<b>INVESTMENTS</b>			
Nonregulated Investments (1406)*	43	55	7
RTB Class B Stock (1402)*		229	8
Other Noncurrent Assets (1410)*	569	416	9
<b>TOTAL INVESTMENTS</b>	<b>612</b>	<b>700</b>	
<b>DEFERRED CHARGES</b>			
Deferred Maint., Retirements and Other Deferred Charges (1438)*			10
<b>TOTAL DEFERRED CHARGES</b>	<b>0</b>	<b>0</b>	
<b>OTHER JURISDICTIONAL ASSETS-NET</b>			
Other Jurisdictional Assets-Net (1500)*			11
<b>TOTAL OTHER JURISDICTIONAL ASSETS-NET</b>	<b>0</b>	<b>0</b>	
<b>TOTAL NONCURRENT ASSETS</b>	<b>612</b>	<b>700</b>	
<b>PLANT</b>			
<b>TELECOMMUNICATIONS PLANT IN SERVICE</b>			
Telecommunications Plant in Service (2001)*	19,070	18,539	12
Less: Accumulated Depreciation (3100)*	13,100	12,266	13
Less: Accumulated Amortization-Tangible (3400)*			14
Less: Accumulated Amortization-Capitalized Leases (3410)	62	43	15
<b>NET TELECOMMUNICATIONS PLANT IN SERVICE</b>	<b>5,908</b>	<b>6,230</b>	
<b>PROPERTY HELD FOR FUTURE USE</b>			
Property Held for Future Telecommunications Use (2002)*			16
Less: Accumulated Depr.-Held for Future Telecom. Use (3200)*			17
<b>NET PROPERTY HELD FOR FUTURE USE</b>	<b>0</b>	<b>0</b>	
<b>NONOPERATING PLANT</b>			
Nonoperating Plant (2006)*	2	2	18



**BALANCE SHEET - ASSETS (CLASS B USE ACCOUNTS DESIGNATED BY \*)**

Particulars (a)	Balance--EOY (000's) (c)	Balance--FOY (000's) (c)
<b>PLANT</b>		
<b>NONOPERATING PLANT</b>		
Less: Accumulated Depreciation-Nonoperating (3300)*		19
<b>NET NONOPERATING PLANT</b>	2	2
<b>TPUC</b>		
Telecommunications Plant Under Construction (2003)*	119	125
<b>TOTAL TPUC</b>	119	125
<b>TELECOMMUNICATIONS PLANT ADJUSTMENT</b>		
Telecommunications Plant Adjustment (2005)*		21
<b>NET TELECOMMUNICATIONS PLANT ADJUSTMENT</b>	0	0
<b>GOODWILL</b>		
Goodwill (2007)*		22
<b>TOTAL GOODWILL</b>	0	0
<b>TOTAL PLANT</b>	6,029	6,357
<b>TOTAL ASSETS AND OTHER DEBITS</b>	9,517	20,878

**BALANCE SHEET - LIABILITIES (CLASS B USE ACCOUNTS DESIGNATED BY \*)**

<b>Particulars (a)</b>	<b>Balance--EOY (000's) (b)</b>	<b>Balance--FOY (000's) (c)</b>	
<b>CURRENT LIABILITIES</b>			
Notes Payable (4020)*			1
Other Current Accounts and Notes Payable (4000)*	673	582	2
Customers' Deposits (4040)*		4	3
Income Taxes-Accrued (4070)*	73	72	4
Other Taxes-Accrued (4080)*	34	35	5
Net Current Deferred Operating Income Taxes (4100)*	(6)	(7)	6
Net Current Deferred Nonoperating Income Taxes (4110)*			7
Current Maturities-Long-Term Debt (4050)*	38	308	8
Current Maturities-Capital Leases (4060)*			9
Other Current Liabilities (4130)*	123	153	10
<b>TOTAL CURRENT LIABILITIES</b>	<b>935</b>	<b>1,147</b>	
<b>LONG-TERM DEBT</b>			
Long-Term Debt and Funded Debt (4200)*	447	1,852	11
<b>TOTAL LONG-TERM DEBT</b>	<b>447</b>	<b>1,852</b>	
<b>OTHER LIABILITIES AND DEFERRED CREDITS</b>			
Other Liabilities and Deferred Credits (4300)*	72	76	12
Unamortized Operating Investment Tax Credits-Net (4320)*			13
Unamortized Nonoperating Investment Tax Credits-Net (4330)*			14
Net Noncurrent Deferred Operating Income Taxes (4340)*	340	458	15
Net Deferred Tax Liability Adjustments (4341)*			16
Net Noncurrent Deferred Nonoperating Income Taxes (4350)*			17
Deferred Tax Regulatory Adjustments-Net (4361)*			18
Other Jurisdictional Liabilities and Deferred Credits-Net (4370)*			19
<b>TOTAL OTHER LIABILITIES AND DEFERRED CREDITS</b>	<b>412</b>	<b>534</b>	
<b>STOCKHOLDERS' EQUITY</b>			
Capital Stock (4510)*	607	607	20
Additional Paid-in Capital (4520)*	53	53	21
Treasury Stock (4530)*			22
Other Capital (4540)*			23
Retained Earnings (4550)*	7,063	16,685	24
<b>TOTAL STOCKHOLDERS' EQUITY</b>	<b>7,723</b>	<b>17,345</b>	
<b>TOTAL LIABILITIES AND OTHER CREDITS</b>	<b>9,517</b>	<b>20,878</b>	

**IMPORTANT CHANGES DURING THE YEAR**

NONE

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## AFFILIATE ABBREVIATIONS

In column (b) provide the abbreviation for the name of the affiliate shown in column (a). Limit abbreviations to 10 characters or less. Use these abbreviations when completing the affiliated interest schedules. Insert "Other" in the Abbreviations column if the activity to be reported for a particular record in the Affiliated Interest Transactions or Affiliated Assets and Liabilities schedule represents an aggregation of activity not exceeding the dollar or percentage limits set forth in the header of that schedule.

Name of Affiliate (a)	Abbreviations (b)	
Badger Telecom, LLC	BADGER	1
Central State Telephone Company, LLC	CENT ST	2
TDS Metrocom, Inc.	METROCOM	3
Other	OTHER	4
Telephone & Data Systems, Inc.	TDS	5
TDS Communications Solutions, Inc.	TDS CS	6
TDS Long Distance Corporation	TDS LD	7
TDS Telecommunications Corporation	TDS TC	8
TDS Telecom Service Corporation	TDS TEL	9

**AFFILIATED INTEREST TRANSACTIONS**

Provide a summary of transactions under established affiliated interest contracts and arrangements (see Wis. Stat. § 196.52, for "affiliated interest" definitions). Use the space below to report transactions with individual affiliates and multiple affiliated interest agreements or, at the utility's option, with individual affiliates and a single agreement. Activity associated with affiliated contracts or arrangements not in excess of \$25 (,000) or 5 percent of the equity of the utility, whichever is smaller, may be aggregated in a single record. For utilities whose intrastate gross operating revenues of the previous year exceeded \$100,000 (,000), individual contracts or arrangements not exceeding \$100 (,000) may be aggregated in a single record. Where an affiliate is both providing and receiving service use one record to show billings to and a second record for billings from. When billings to or from an affiliate are recorded on the books of the utility, the records underlying such billings shall be sufficient to show all the detail maintained to identify the associated accounts related to the billing.

<b>Particulars</b> <b>(a)</b>	<b>(b)</b>	<b>(c)</b>	<b>(d)</b>	<b>(e)</b>	
Docket	5-ATF-183	5-ATF-183	5-ATF-183	5-ATF-183	
Name of Affiliate	BADGER	CENT ST	OTHER	OTHER	<b>1</b>
Designate whether billed to or from:	TO	TO	FROM	TO	<b>2</b>
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	C	C	C	C	<b>3</b>
Total Dollar Activity (000's)	---CONF---	---CONF---	---CONF---	---CONF---	<b>4</b>
Percent of affiliate's business billed to all affiliated regulated utilities	---CONF---	---CONF---	---CONF---	---CONF---	<b>5</b>
If cost based, rate of return on equity or markup incorporated in billings	---CONF---	---CONF---	---CONF---	---CONF---	<b>6</b>
Footnotes					

<b>Particulars</b> <b>(a)</b>	<b>(b)</b>	<b>(c)</b>	<b>(d)</b>	<b>(e)</b>	
Docket	5-ATF-183	5-ATF-183	5-ATF-183		
Name of Affiliate	TDS	TDS CS	TDS TEL		<b>1</b>
Designate whether billed to or from:	FROM	FROM	FROM		<b>2</b>
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	C	C	C		<b>3</b>
Total Dollar Activity (000's)	---CONF---	---CONF---	---CONF---		<b>4</b>
Percent of affiliate's business billed to all affiliated regulated utilities	---CONF---	---CONF---	---CONF---		<b>5</b>
If cost based, rate of return on equity or markup incorporated in billings	---CONF---	---CONF---	---CONF---		<b>6</b>
Footnotes					

**AFFILIATED ASSETS AND LIABILITIES**

This schedule should be used to report affiliated activity concerning balances at the end of the year. Amounts at the end of the year for each affiliate should be identified by respective affiliate and account number. (See Balance Sheet schedules for respective account titles other than account 4010, Accounts Payable.) Report information below consecutively by respective account number; affiliated amounts of less than \$5,000 may be reported in aggregate as "Other" for a particular account.

<b>Name of Affiliate (a)</b>	<b>Account Number (b)</b>	<b>Balance EOY (000's) (c)</b>	
Central State Telephone Company, LLC	1170	---CONF---	<b>1</b>
Other	1170	---CONF---	<b>2</b>
TDS Long Distance Corporation	1170	---CONF---	<b>3</b>
TDS Telecom Service Corporation	1170	---CONF---	<b>4 E</b>
Telephone & Data Systems, Inc.	1170	---CONF---	<b>5 F</b>
Other	4000	---CONF---	<b>6</b>
TDS Metrocom, Inc.	4000	---CONF---	<b>7 H</b>
TDS Telecom Service Corporation	4000	---CONF---	<b>8</b>
TDS Telecommunications Corporation	4000	---CONF---	<b>9 G</b>
TDS Communications Solutions, Inc.	4200	---CONF---	<b>10 I</b>

**TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B**

<b>Plant Account (a)</b>	<b>Account (b)</b>	<b>Balance FOY (000's) (c)</b>	<b>Additions (000's) (d)</b>	
<b>GENERAL SUPPORT ASSETS</b>				
Land	2111	29		1
Motor Vehicles	2112	390	27	2
Aircraft	2113	0		3
Tools and Other Work Equipment	2114	338		4
Buildings	2121	440		5
Furniture	2122	11		6
Office Equipment	2123	43		7
General Purpose Computers	2124	168		8 A
<b>TOTAL GENERAL SUPPORT ASSETS:</b>		<b>1,419</b>	<b>27</b>	
<b>CENTRAL OFFICE ASSETS</b>				
Non-Digital Switching	2211	0		9
Digital Electronic Switching	2212	2,173	27	10 A
Operator Systems	2220	0		11
Radio Systems	2231	18		12
Circuit Equipment	2232	3,510	277	13 A
<b>TOTAL CENTRAL OFFICE ASSETS:</b>		<b>5,701</b>	<b>304</b>	
<b>INFORMATION ORIGATION/TERMINATION ASSETS</b>				
Station Apparatus	2311	0		14
Customer Premises Wiring	2321	0		15
Large Private Branch Exchanges	2341	0		16
Public Telephone Terminal Equipment	2351	0		17
Other Terminal Equipment	2362	0		18
<b>TOTAL INFORMATION ORIG/TERM ASSETS:</b>		<b>0</b>	<b>0</b>	
<b>CABLE &amp; WIRE FACILITIES ASSETS</b>				
Poles	2411	10		19
Aerial Cable	2421	306	3	20
Underground Cable	2422	205	0	21
Buried Cable	2423	10,535	374	22
Submarine and Deep Sea Cable	2424	0	0	23
Intrabuilding Network Cable	2426	0	0	24
Aerial Wire	2431	29		25
Conduit Systems	2441	101		26
<b>TOTAL CABLE &amp; WIRE FACILITIES ASSETS:</b>		<b>11,186</b>	<b>377</b>	
<b>AMORTIZABLE ASSETS</b>				
Capital Leases	2681	62	7	27
Leasehold Improvements	2682	0		28
Intangibles	2690	171	(80)	29 A,B
<b>TOTAL AMORTIZABLE ASSETS:</b>		<b>233</b>	<b>(73)</b>	

# TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (cont.)

Account (e)	Retirements (000's) (f)	Transfers / Adjustments (000's) (g)	Balance EOY (000's) (h)	
2111			29	1
2112	34		383	2
2113			0	3
2114	30		308	4
2121			440	5
2122			11	6
2123			43	7
2124	18	32	182	8 A
	82	32	1,396	
2211			0	9
2212	0	52	2,252	10 A
2220			0	11
2231			18	12
2232	82	14	3,719	13 A
	82	66	5,989	
2311			0	14
2321			0	15
2341			0	16
2351			0	17
2362			0	18
	0	0	0	
2411	1		9	19
2421	1	0	308	20
2422	0	0	205	21
2423	89	0	10,820	22
2424	0	0	0	23
2426	0	0	0	24
2431			29	25
2441			101	26
	91	0	11,472	
2681			69	27
2682			0	28
2690		53	144	29 A,B
	0	53	213	



## TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (000's) (c)	Additions (000's) (d)	
<b>TOTAL TELECOM. PLANT IN SERVICE</b>	<b>2001</b>	<b>18,539</b>	<b>635</b>	
Less: Allocation to Nonregulated Activity - EOY	2001			<b>30</b>
<hr/>				
<b>NET REG TOTAL TELECOM. PLANT IN SERVICE - EOY 2001</b>				
Explain all amounts shown in column (g).				

**TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (cont.)**

<b>Account (e)</b>	<b>Retirements (000's) (f)</b>	<b>Transfers / Adjustments (000's) (g)</b>	<b>Balance EOY (000's) (h)</b>	
<b>2001</b>	<b>255</b>	<b>151</b>	<b>19,070</b>	
2001				<b>30</b>
<b>2001</b>			<b>19,070</b>	

**TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (SUB-CLASS ACCOUNTS)**

Report telecommunications plant data for each subaccount where primary plant accounts have subclassifications. Any other separate accounting for telephone plant at an individual telephone company should be consolidated and reported in the primary accounts as defined in the uniform system of accounts.

<b>Plant Subaccount (a)</b>	<b>Subaccount (b)</b>	<b>Balance FOY (000's) (c)</b>	<b>Additions (000's) (d)</b>	
Digital Electronic Switching - Circuit	2212.1	2,173	27	<b>1 A</b>
Digital Electronic Switching - Packet	2212.2	0		<b>2</b>
Circuit Equipment - Electronic	2232.1	2,966	273	<b>3 A</b>
Circuit Equipment- Optical	2232.2	544	4	<b>4</b>
Aerial Cable - Nonmetallic	2421.1	2		<b>5</b>
Aerial Cable - Metallic	2421.2	304	3	<b>6</b>
Underground Cable - Nonmetallic	2422.1	6		<b>7</b>
Underground Cable - Metallic	2422.2	199		<b>8</b>
Buried Cable - Nonmetallic	2423.1	919		<b>9</b>
Buried Cable - Metallic	2423.2	9,616	374	<b>10</b>
Sub. and Deep Sea Cable - Nonmetallic	2424.1	0		<b>11</b>
Submarine and Deep Sea Cable - Metallic	2424.2	0		<b>12</b>
Intrabuilding Cable - Nonmetallic	2426.1	0		<b>13</b>
Intrabuilding Cable - Metallic	2426.2	0		<b>14</b>

Explain all amounts shown in column (g).

**TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (SUB-CLASS ACCOUNTS)**  
(cont.)

<b>Subaccount (e)</b>	<b>Retirements (000's) (f)</b>	<b>Transfers / Adjustments (000's) (g)</b>	<b>Balance EOY (000's) (h)</b>	
2212.1		52	2,252	1A
2212.2			0	2
2232.1	41	14	3,212	3A
2232.2	41		507	4
2421.1			2	5
2421.2	1		306	6
2422.1			6	7
2422.2			199	8
2423.1			919	9
2423.2	89		9,901	10
2424.1			0	11
2424.2			0	12
2426.1			0	13
2426.2			0	14

### ACCUMULATED DEPRECIATION CLASS A & B

Primary Plant Account (a)	Acct (b)	Balance FOY (000's) (c)	Depr Rate (d)	Annual Accrual (000's) (e)	Additional Accrual (000's) (f)	
<b>GENERAL SUPPORT ASSETS</b>						
Motor Vehicles	2112	298	12.8600	47		1
Aircraft	2113	0				2
Tools and Other Work Equipment	2114	289	10.0000	32		3
Buildings	2121	359	1.5300	6		4
Furniture	2122	10	10.0000	1		5
Office Equipment	2123	43	10.0000			6
General Purpose Computers	2124	168	20.0000	8		7 A
<b>TOTAL GENERAL SUPPORT ASSETS</b>		<b>1,167</b>		<b>94</b>	<b>0</b>	
<b>CENTRAL OFFICE ASSETS</b>						
Non-Digital Switching	2211	0				8
Digital Electronic Switching	2212	1,790	8.0800	148	0	9 A
Operator Systems	2220	0				10
Radio Systems	2231	16	2.2800			11
Circuit Equipment	2232	2,443	7.7400	280	0	12 A
<b>TOTAL CENTRAL OFFICE ASSETS</b>		<b>4,249</b>		<b>428</b>	<b>0</b>	
<b>INFORMATION ORIGINATION/TERMINATION ASSETS</b>						
Station Apparatus	2311	0				13
Customer Premises Wiring	2321	0				14
Large Private Branch Exchanges	2341	0				15
Public Telephone Terminal Equipment	2351	0				16
Other Terminal Equipment	2362	0				17
<b>TOTAL INFORMATION ORIG/TERM ASSETS</b>		<b>0</b>		<b>0</b>	<b>0</b>	
<b>CABLE &amp; WIRE FACILITIES ASSETS</b>						
Poles	2411	11	3.1400	1		18 D
Aerial Cable	2421	332	3.0200	9	0	19 D
Underground Cable	2422	214	1.9000	4	0	20 D
Buried Cable	2423	6,157	4.9400	527	0	21
Submarine and Deep Sea Cable	2424	0		0	0	22
Intrabuilding Network Cable	2426	0		0	0	23
Aerial Wire	2431	44	15.0000			24 D
Conduit Systems	2441	92	.5600	1		25
<b>TOTAL CABLE &amp; WIRE FACILITIES ASSETS</b>		<b>6,850</b>		<b>542</b>	<b>0</b>	
<b>Total Accumulated Depreciation</b>	<b>3100</b>	<b>12,266</b>		<b>1,064</b>	<b>0</b>	
Less: Nonreg Accumulated Depreciation	3100					26
<b>Net Reg Total Accumulated Depreciation</b>	<b>3100</b>			<b>1,064</b>	<b>0</b>	
<b>Columns e, f and I</b>						

### ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (000's) (h)	Cost of Removal (000's) (i)	Salvage (000's) (j)	Other (000's) (k)	Balance EOY (000's) (l)	
2112	34				311	1
2113	0				0	2
2114	30				291	3
2121	0				365	4
2122	0				11	5
2123	0				43	6
2124	18			6	164	7 A
	<b>82</b>	<b>0</b>	<b>0</b>	<b>6</b>	<b>1,185</b>	
2211	0				0	8
2212	0	0	0	11	1,949	9 A
2220	0				0	10
2231	0				16	11
2232	82	1	0	12	2,652	12 A
	<b>82</b>	<b>1</b>	<b>0</b>	<b>23</b>	<b>4,617</b>	
2311	0				0	13
2321	0				0	14
2341	0				0	15
2351	0				0	16
2362	0				0	17
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	
2411	1				11	18 D
2421	1	1	0	0	339	19 D
2422	0	1	0	0	217	20 D
2423	89	1	0	0	6,594	21
2424	0	0	0	0	0	22
2426	0	0	0	0	0	23
2431	0				44	24 D
2441	0				93	25
	<b>91</b>	<b>3</b>	<b>0</b>	<b>0</b>	<b>7,298</b>	
<b>3100</b>	<b>255</b>	<b>4</b>	<b>0</b>	<b>29</b>	<b>13,100</b>	
3100						26
<b>3100</b>					<b>13,100</b>	

**ACCUMULATED DEPRECIATION CLASS A & B (SUB-CLASS ACCOUNTS)**

Where subclassifications of primary plant accounts are used, report below the accumulated depreciation details for each subaccount or subsidiary record. Any other separate accounting for telephone accumulated depreciation at an individual telephone company should be consolidated and reported in the primary accounts as defined in the uniform system of accounts.

<b>Plant Subaccount (a)</b>	<b>Subacct (b)</b>	<b>Balance FOY (000's) (c)</b>	<b>Depr Rate (d)</b>	<b>Annual Accrual (000's) (e)</b>	<b>Additional Accrual (000's) (f)</b>
Digital Electronic Switching - Circuit	2212.1	1,790	8.08	148	<b>1 A</b>
Digital Electronic Switching - Packet	2212.2	0			<b>2</b>
Circuit Equipment - Electronic	2232.1	2,054	7.63	236	<b>3 A</b>
Circuit Equipment- Optical	2232.2	389	8.4700	44	<b>4</b>
Aerial Cable - Nonmetallic	2421.1	0	6.17	1	<b>5</b>
Aerial Cable - Metallic	2421.2	332	3.0	8	<b>6 D</b>
Underground Cable - Nonmetallic	2422.1	2	4.51		<b>7</b>
Underground Cable - Metallic	2422.2	212	1.81	4	<b>8 D</b>
Buried Cable - Nonmetallic	2423.1	434	4.8	45	<b>9</b>
Buried Cable - Metallic	2423.2	5,723	5.0	482	<b>10</b>
Sub. and Deep Sea Cable - Nonmetallic	2424.1	0			<b>11</b>
Submarine and Deep Sea Cable - Metallic	2424.2	0			<b>12</b>
Intrabuilding Cable - Nonmetallic	2426.1	0			<b>13</b>
Intrabuilding Cable - Metallic	2426.2	0			<b>14</b>

**ACCUMULATED DEPRECIATION CLASS A & B (SUB-CLASS ACCOUNTS) (cont.)**

<b>Subacct (g)</b>	<b>Retired (000's) (h)</b>	<b>Cost of Removal (000's) (i)</b>	<b>Salvage (000's) (j)</b>	<b>Other (000's) (k)</b>	<b>Balance EOY (000's) (l)</b>	
2212.1	0			11	1,949	1 A
2212.2	0				0	2
2232.1	41	1		12	2,260	3 A
2232.2	41				392	4
2421.1	0				1	5
2421.2	1	1			338	6 D
2422.1	0	1			1	7
2422.2	0				216	8 D
2423.1	0				479	9
2423.2	89	1			6,115	10
2424.1	0				0	11
2424.2	0				0	12
2426.1	0				0	13
2426.2	0				0	14



### RETAINED EARNINGS (ACCT. 4550)

Particulars (a)	This Year (000's) (b)	Last Year (000's) (c)	
Balance-First of Year	16,685	15,031	1 κ
<b>Changes:</b>			
Balance Transferred from Income	1,574	1,654	2
<b>Dividends Declared:</b>			
Common	11,197	0	3
Preferred		0	4
<b>Total Dividends Declared</b>	<b>11,197</b>	<b>0</b>	
Miscellaneous Debits to Retained Earnings		0	5
Miscellaneous Credits to Retained Earnings	1	0	6
<b>Balance--End of Year</b>	<b><u>7,063</u></b>	<b><u>16,685</u></b>	

**REVENUES - CLASS A & B (CLASS B USE ACCOUNTS DESIGNATED BY \*)**

Particulars (a)	This Year (000's) (b)	Last Year (000's) (c)	
<b>LOCAL NETWORK SERVICES REVENUES</b>			
Basic Local Service Revenue (5000)*			1
Basic Area Revenue (5001)	1,650	1,692	2
Private Line Revenue (5040)	108	115	3
Other Basic Area Revenue (5060)	582	541	4
<b>TOTAL LOCAL NETWORK SERVICES REVENUES</b>	<b>2,340</b>	<b>2,348</b>	
<b>INTERSTATE NETWORK ACCESS SERVICES REV.</b>			
End User Revenue (5081)*	716	797	5
Switched Access Revenue (5082)*	686	516	6 L
Special Access Revenue (5083)*	253	173	7 M
<b>TOTAL INTERSTATE NETWORK ACCESS SERVICES REV.</b>	<b>1,655</b>	<b>1,486</b>	
<b>INTRASTATE NETWORK ACCESS SERVICES REV.</b>			
End User Revenue (5081)*			8
Switched Access Revenue (5082)*	1,478	1,687	9
Special Access Revenue (5083)*	290	310	10
<b>TOTAL INTRASTATE NETWORK ACCESS SERVICES REV.</b>	<b>1,768</b>	<b>1,997</b>	
<b>LONG DISTANCE NETWORK SERVICES MESSAGE REV.</b>			
Long Distance Message Revenue (5100)*			11
<b>TOTAL LONG DISTANCE NETWORK SERVICES MESSAGE REV.</b>	<b>0</b>	<b>0</b>	
<b>MISCELLANEOUS &amp; NONREGULATED REVENUES</b>			
Miscellaneous Revenue (5200)*	---CONF---	---CONF---	12
Directory Revenue (5230)	---CONF---	---CONF---	13
Nonregulated Operating Revenue (5280)*	---CONF---	---CONF---	14
<b>TOTAL MISCELLANEOUS &amp; NONREGULATED REVENUES</b>	<b>673</b>	<b>756</b>	
<b>GROSS OPERATING REVENUES</b>	<b>6,436</b>	<b>6,587</b>	
<b>UNCOLLECTIBLE REVENUES</b>			
Uncollectible Revenue (5300)*	(21)	(26)	15
<b>TOTAL UNCOLLECTIBLE REVENUES</b>	<b>(21)</b>	<b>(26)</b>	
<b>TOTAL OPERATING REVENUES</b>	<b>6,457</b>	<b>6,613</b>	

### EXPENSES - CLASS A & B

Particulars (a)	Total This Year (000's) (b)	Total Last Year (000's) (c)	
<b>PLANT SPECIFIC OPERATIONS EXPENSE</b>			
<b>TOTAL PLANT SPECIFIC OPERATIONS EXPENSE</b>	397	477	1
<b>LESS: NONREGULATED</b>		0	2
<b>NET REGULATED PLANT SPECIFIC OPERATIONS EXPENSE</b>	397	477	
<b>PLANT NONSPECIFIC OPERATIONS EXPENSE</b>			
Other Property, Plant and Equip. Exp. (6510)		0	3
Network Operations Expense (6530)	502	387	4 N
Access Expense (6540)	174	146	5
Depreciat. Exp.--Tele. Plant in Service (6561)	1,050	1,026	6
Depreciat. Exp.--Prop. Held for Future Tele. Use (6562)		0	7
Amortization Expense--Tangible (6563)	20	21	8
Amortization Expense--Intangible (6564)	80	50	9 o
Amortization Expense--Other (6565)		0	10
<b>Depreciation and Amortization Expense (6560)</b>	1,150	1,097	11
<b>TOTAL PLANT NONSPECIFIC OPERATIONS EXPENSE</b>	1,826	1,630	12
<b>LESS: NONREGULATED</b>		0	13
<b>NET REGULATED PLANT NONSPECIFIC OPERATIONS EXPENSE</b>	1,826	1,630	
<b>CUSTOMER OPERATIONS EXPENSE</b>			
Marketing (6610)	268	207	14 N
Services (6620)	624	642	15
<b>TOTAL CUSTOMER OPERATIONS EXPENSE</b>	892	849	16
<b>LESS: NONREGULATED</b>		0	17
<b>NET REGULATED CUSTOMER OPERATIONS EXPENSE</b>	892	849	
<b>CORPORATE OPERATIONS EXPENSE</b>			
<b>TOTAL CORPORATE OPERATIONS EXPENSE</b>	1,046	1,011	18
<b>LESS: NONREGULATED</b>		0	19
<b>NET REGULATED CORPORATE OPERATIONS EXPENSE</b>	1,046	1,011	
<b>TOTAL EXPENSES</b>	4,161	3,967	
<b>LESS: NONREGULATED</b>	0	0	
<b>NET REGULATED EXPENSES</b>	4,161	3,967	

## CALCULATION OF ASSESSABLE REVENUES FOR REMAINDER AND TELEPHONE RELAY ASSESSMENT PURPOSES

**Currently, cooperatives are not billed for remainder assessment, but are subject to the telephone relay assessment.**

Description (a)	This Year (000's) (b)	
Gross Operating Revenues	6,436	1
Plus: Collection of amounts previously written off		2
Less: Uncollectibles written off during the year	(21)	3 J
Plus: Total Other Operating Income and (Expense) (7100)	3	4
Less: Nonregulated Operating Revenue (included in Gross Oper. Rev. on Line 1)		5
Plus: Nonregulated Net Write Off Amount (included on lines 2 and 3)		6
Less: Out-of-State Operating Revenues (included in Gross Oper. Rev. on Line 1)		7
Plus (or Less) Other (please specify): None	0	8
<b>Assessable Revenues for Remainder and Telephone Relay Assessment Purposes</b>	<b>6,460</b>	

## CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (000's) (b)	
Total Basic Local Service Revenue (5000)	2,340	1
Plus: Total Intrastate Access Revenues (5081-5083)	1,768	2
Plus: Total Long Distance Network Services Revenue	0	3
Less: Out-of-State Operating Revenues (included in the above lines)		4
Plus: Intrastate Payphone Revenues		5
Plus (or Less) Other (please specify): None	0	6
<b>Assessable Revenues for Universal Service Fund Assessment Purposes</b>	<b>4,108</b>	

## OTHER INCOME ACCOUNTS

Particulars (a)	This Year (000's) (b)	Last Year (000's) (c)	
TOTAL OTHER OPERATING INCOME AND EXPENSE (7100)	3	3	1
LESS: NONREGULATED		0	2
<b>NET REGULATED OTHER OPERATING INCOME AND EXPENSE (7100)</b>	<b>3</b>	<b>3</b>	
TOTAL OPERATING TAXES (7200)	963	1,092	3
LESS: NONREGULATED		0	4
<b>NET REGULATED OPERATING TAXES (7200)</b>	<b>963</b>	<b>1,092</b>	
TOTAL NONOPERATING INCOME AND EXPENSE (7300)	512	285	5
LESS: NONREGULATED		0	6
<b>NET REGULATED NONOPERATING INCOME AND EXPENSE (7300)</b>	<b>512</b>	<b>285</b>	
TOTAL NONOPERATING TAXES (7400)	186	81	7
LESS: NONREGULATED		0	8
<b>NET REGULATED NONOPERATING TAXES (7400)</b>	<b>186</b>	<b>81</b>	
TOTAL INTEREST AND RELATED ITEMS (7500)	54	126	9
LESS: NONREGULATED		0	10
<b>NET REGULATED INTEREST AND RELATED ITEMS (7500)</b>	<b>54</b>	<b>126</b>	
TOTAL EXTRAORDINARY ITEMS (7600)		0	11
LESS: NONREGULATED		0	12
<b>NET REGULATED EXTRAORDINARY ITEMS (7600)</b>	<b>0</b>	<b>0</b>	
TOTAL NONREGULATED NET INCOME (7990)	(34)	19	13
<hr/>			
<b>TOTAL OTHER INCOME ACCOUNTS</b>	<b>(722)</b>	<b>(992)</b>	
<b>TOTAL NONREGULATED</b>	<b>(34)</b>	<b>19</b>	
<b>TOTAL NET REGULATED OTHER INCOME ACCOUNTS</b>	<b>(688)</b>	<b>(1,011)</b>	

## NONREGULATED ACTIVITIES

List the type of nonregulated activities that the company is involved in.

<b>Nonregulated Activity (a)</b>	
Customer Premises Equipment (CPE)	1
---CONF---	2
Inside Wiring	3
---CONF---	4
---CONF---	5
---CONF---	6
---CONF---	7

**TELEPHONE CALLS AND MINUTES OF USE PER MONTH**

Enter average number, in thousands, of calls and minutes of use per month. The averages may be based on actual counts taken periodically during the year. Please provide level of detail available.

Item (a)	Telephone Calls (000's) (b)	Minutes of Use (000's) (c)	
<b>LOCAL</b>			
Extended Community Calling	---CONF---	---CONF---	1
Other Local-Undefined	---CONF---	---CONF---	2
<b>Total Local</b>	<b>49</b>	<b>209</b>	
<b>TOLL</b>			
Toll	1,191	4,172	3
<b>Total Toll</b>	<b>1,191</b>	<b>4,172</b>	
<b>Total Local &amp; Toll</b>	<b>1,240</b>	<b>4,381</b>	

## ACCESS USAGE

Enter number, in thousands, of Billed Minutes.

Description (a)	Billed Minutes (000's)				
	Interstate InterLATA (b)	Intrastate InterLATA (c)	Intrastate IntraLATA (d)	Interstate IntraLATA (e)	
Feature Group A & B -- Orig	---CONF---	---CONF---	---CONF---	---CONF---	1
Feature Group A & B -- Term	---CONF---	---CONF---	---CONF---	---CONF---	2
Feature Group C -- Orig.	---CONF---	---CONF---	---CONF---	---CONF---	3
Feature Group C -- Term.	---CONF---	---CONF---	---CONF---	---CONF---	4
Feature Group D -- Orig.	---CONF---	---CONF---	---CONF---	---CONF---	5
Feature Group D -- Term.	---CONF---	---CONF---	---CONF---	---CONF---	6



### OUTSIDE PLANT STATISTICS AT END OF YEAR

Description of Item (a)	Amount (b)	
Sheath miles of plant - fiber optics	62	1
Route miles of plant - microwave		2

### SPECIAL ACCESS CIRCUITS IN USE AT END OF YEAR

Circuit Type (a)	InterLATA Chan. Terms. (b)	IntraLATA Chan. Terms. (c)	
Voice grade	---CONF---	---CONF---	1 c
56/64 kbps (DS0)	---CONF---	---CONF---	2
1.54 Mbps (DS-1)	---CONF---	---CONF---	3
45 Mbps (DS-3)	---CONF---	---CONF---	4 c
SONET OC-1 (51.84 Mbps)	---CONF---	---CONF---	5
SONET OC-3 (155.52 Mbps)	---CONF---	---CONF---	6
SONET OC-12 (622.08 Mbps)	---CONF---	---CONF---	7
SONET OC-48 (2.488 Gbps)	---CONF---	---CONF---	8
SONET OC-192 (9.953 Gbps)	---CONF---	---CONF---	9
SONET OC-768 (39.812 Gbps)	---CONF---	---CONF---	10

**SERVICE DATA**

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	FOY (b)	EOY (c)	
<b>Business</b>			
1 Party	---CONF---	---CONF---	3
PBX Trunks/Centrex & Key System Trunks	---CONF---	---CONF---	4
Centrex Lines	---CONF---	---CONF---	5
FX-Out (Switched)	---CONF---	---CONF---	6
Pay Telephone	---CONF---	---CONF---	7
Other	---CONF---	---CONF---	8
<b>Total Business Lines</b>	<b>2,049</b>	<b>2,068</b>	9
<b>Residential (Incl. Emp. Concess.)</b>			
1 Party	---CONF---	---CONF---	10
FX-Out (Switched)	---CONF---	---CONF---	11
Other	---CONF---	---CONF---	12
<b>Total Residential Lines</b>	<b>6,697</b>	<b>6,580</b>	13
<b>Total Bus &amp; Res Lines</b>	<b>8,746</b>	<b>8,648</b>	14
Company Total Lines Used	133	60	15
<b>Total Lines Used</b>	<b>8,879</b>	<b>8,708</b>	16
<b>Miscellaneous</b>			
WATS Lines - OutWATS	---CONF---	---CONF---	17
WATS Lines - 800 Service	---CONF---	---CONF---	18
FX-In-intraLATA	---CONF---	---CONF---	19
Special Access-intraLATA (expressed in equiv. access lines)	---CONF---	---CONF---	20
Special Access-interLATA (expressed in equiv. access lines)	---CONF---	---CONF---	21
Feature Group C Trunks	---CONF---	---CONF---	22
Feature Group D Trunks	---CONF---	---CONF---	23
TSPS - Trunks	---CONF---	---CONF---	24
EAS and ECC - Trunks	0	0	25
Cellular Trunks (Pub. Sw. Net.)	---CONF---	---CONF---	26
<b>Customers</b>			
Number of Lifeline customers at FOY (January 1, 2005) and EOY (December 31, 2005):	338	389	27
Number of Linkup customers connected during FOY (Calendar year 2004) and EOY (Calendar year 2005):	65	69	28
<b>Other</b>			
Total Company Square Miles	466	466	29
Total Company Route Miles	757	760	30
Footnotes			31

**SERVICE DATA - END OF YEAR**

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	Exchange (b)	Exchange (c)	Exchange (d)	Exchange (e)	
PSCW Exchange ID	1510	3280	5120		1
<b>Business</b>					2
1 Party	---CONF---	---CONF---	---CONF---		3
PBX Trunks/Centrex & Key System Trunks	---CONF---	---CONF---	---CONF---		4
Centrex Lines	---CONF---	---CONF---	---CONF---		5
FX-Out (Switched)	---CONF---	---CONF---	---CONF---		6
Pay Telephone	---CONF---	---CONF---	---CONF---		7
Other	---CONF---	---CONF---	---CONF---		8
<b>Total Business Lines</b>	---CONF---	---CONF---	---CONF---	0	9
<b>Residential (Incl. Emp. Concess.)</b>					10
1 Party	---CONF---	---CONF---	---CONF---		11
FX-Out (Switched)	---CONF---	---CONF---	---CONF---		12
Other	---CONF---	---CONF---	---CONF---		13
<b>Total Residential Lines</b>	---CONF---	---CONF---	---CONF---	0	14
<b>Total Bus &amp; Res Lines</b>	---CONF---	---CONF---	---CONF---	0	15
Company Total Lines Used	---CONF---	---CONF---	---CONF---		16
<b>Total Lines Used</b>	---CONF---	---CONF---	---CONF---	0	17
<b>Miscellaneous</b>					18
WATS Lines - OutWATS	---CONF---	---CONF---	---CONF---		19
WATS Lines - 800 Service	---CONF---	---CONF---	---CONF---		20
FX-In-intraLATA	---CONF---	---CONF---	---CONF---		21
Special Access-intraLATA (equiv. access lines)	---CONF---	---CONF---	---CONF---		22 23
Special Access-interLATA (equiv. access lines)	---CONF---	---CONF---	---CONF---		24 25
Feature Group C Trunks	---CONF---	---CONF---	---CONF---		26
Feature Group D Trunks	---CONF---	---CONF---	---CONF---		27
TSPS - Trunks	---CONF---	---CONF---	---CONF---		28
EAS and ECC - Trunks	---CONF---	---CONF---	---CONF---		29
Cellular Trunks (Pub. Sw. Net.)	---CONF---	---CONF---	---CONF---		30
<b>Other</b>					31
Exchange Square Miles	---CONF---	---CONF---	---CONF---		32
Exchange Route Miles	---CONF---	---CONF---	---CONF---		33
Footnotes					34

## MANUFACTURER ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

Manufacturer Name (a)	Abbreviation (b)	
Advanced Fiber Communication	AFC	1
Alcatel	AL	2
ATTC	ATT	3
Digital Loop Carrier	DLC	4
GTE	GTE	5
ITT	ITT	6
Lucent	ATT/LUC	7
Northern Telecom	NTI	8
Siemens	SI	9
Stromberg-Carlson	SC	10

## EQUIPMENT ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

Equipment Type (a)	Abbreviation (b)	
Electronic--Digital	D	1
Electronic--Video	V	2
IP-Packet	P	3

**CENTRAL OFFICE DATA - END OF YEAR**

When an exchange has more than one central office, data must be reported for each central office.

<b>Description (a)</b>	<b>Central Off. (b)</b>	<b>Central Off. (c)</b>	<b>Central Off. (d)</b>	<b>Central Off. (e)</b>	
Exchange Name	DORCHESTER	MEDFORD	STETSONVILLE		<b>1</b>
PSCW Exchange ID	1510	3280	5120		<b>2</b>
Central Office Name	DORCHESTER	MEDFORD	STETSONVILLE		<b>3</b>
PSCW Central Office ID	1	1	1		<b>4</b>
Central Office CLLI Code	DRCHWIXARS1	MDFDWIXADS1	STVLWIXARS1		<b>5</b>
Manufacturer of COE (Page 54)	SI	SI	SI		<b>6</b>
Type of Equipment (Page 54)	D	D	D		<b>7</b>
(S)tandalone, (H)ost, (R)emote, (D)igital Loop Carrier	R	H	R		<b>8</b>
Remote Host PSCW Exchange ID	3280		3280		<b>9</b>
Remote Host Central Office CLLI Code	MDFDWIXADS1		MDFDWIXADS1		<b>10</b>
COE Generic Software Release No.	RMT	21	RMT		<b>11</b>
SS7?	Yes	Yes	Yes		<b>12</b>
9-1-1?	Yes	Yes	Yes		<b>13</b>
Access Lines - In Use	---CONF---	---CONF---	---CONF---		<b>14</b>
Trunks - In Use	---CONF---	---CONF---	---CONF---		<b>15</b>
ISDN Available?	Yes	Yes	Yes		<b>16</b>
ISDN Lines - In Use (BRI)	---CONF---	---CONF---	---CONF---		<b>17</b>
- In Use (PRI)	---CONF---	---CONF---	---CONF---		<b>18</b>
DSL Service Available?	Yes	Yes	Yes		<b>19</b>
- In Use (# lines)	---CONF---	---CONF---	---CONF---		<b>20</b>
End User VoIP Available?	No				<b>21</b>
Digital Service Available: DS-1 - In Use	---CONF---	---CONF---	---CONF---		<b>22</b>
DS-3 - In Use	---CONF---	---CONF---	---CONF---		<b>23</b>
OC-3 - In Use	---CONF---	---CONF---	---CONF---		<b>24</b>
Advanced Data Service Available:					<b>25</b>
Packet Switching?	No	No	No		<b>26</b>
Frame Relay?	No	No	No		<b>27</b>
ATM (Asynchronous Trans. Mode)?	No	No	No		<b>28</b>
Fiber Transmission Facilities:					<b>29</b>
No. of fiber strands entering C.O.	---CONF---	---CONF---	---CONF---		<b>30</b>
No. of fiber strands working (LIT) in C.O.	---CONF---	---CONF---	---CONF---		<b>31</b>
No. of fiber strands for interoffice use	---CONF---	---CONF---	---CONF---		<b>32</b>
Miles of fiber sheath in wire center	---CONF---	---CONF---	---CONF---		<b>33</b>
Access Tandem Serving this C.O.:					<b>34</b>
- C.O. Name	WAUSAU	WAUSAU	WAUSAU		<b>35</b>
- PSCW C.O. CLLI Code	WAUSWIXA51T	WAUSWIXA51T	WAUSWIXA51T		<b>36</b>
Does this C.O. do access tandem switching?	No	No	No		<b>37</b>
Footnotes					<b>38</b>

## GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

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### General Footnote

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### Schedule Footnotes

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### Schedule Line Footnotes

- A) Amounts listed on pages 22 and 24, in column (g) and pages 26 and 28, column (k) are reclasses between accounts or transfers with affiliates.
- B) The composite depreciation rate for A/C 2690 is 4.73%.
- C) Where a zero is indicated, the company does not have these types of circuits in service.
- D) Accumulated depreciation is greater than the asset balance because per the WI PSC, the company is allowed to depreciate more than 100% of this account group.
- E) \$133K of this amount is a prepayment to affiliate that is recorded in account 1280.
- F) Prepayment to affiliate is recorded in account 1280.
- G) Federal Income Tax payable to affiliate is recorded in account 4070.
- H) State Income Tax payable to affiliate is recorded in account 4070.
- I) Capital lease with affiliate is recorded in account 4250.
- J) Collection of amounts previously written off and uncollectibles written off during the year are netted on line 3.
- K) Miscellaneous credit is for rounding.
- L) High Cost Loop Funds increased in 2005 and the 2001/2002 Pool Years were finalized, which increased revenue. Cost Study true-ups also increased revenues.
- M) Increase is due to increase in special access circuits and Cost Study true-ups.
- N) Increase is due to increased efforts in these areas.
- O) Software additions in the latter part of 2004 increased amortization expense in 2005.

**Communities where Basic Local Service is offered to New Customers**

<b>County Name (a)</b>	<b>Municipality Name (b)</b>	<b>Municipality Type</b>	
Marathon	BERN	Town	1
Taylor	BROWNING	Town	2
Taylor	CHELSEA	Town	3
Taylor	DEER CREEK	Town	4
Clark	DORCHESTER	Village	5
Marathon	DORCHESTER	Village	6
Taylor	GOODRICH	Town	7
Taylor	GREENWOOD	Town	8
Taylor	GROVER	Town	9
Marathon	HALSEY	Town	10
Taylor	HAMMEL	Town	11
Clark	HOARD	Town	12
Marathon	HOLTON	Town	13
Taylor	HOLWAY	Town	14
Marathon	JOHNSON	Town	15
Taylor	LITTLE BLACK	Town	16
Taylor	MAPLEHURST	Town	17
Clark	MAYVILLE	Town	18
Taylor	MEDFORD	City	19
Taylor	MEDFORD	Town	20
Taylor	MOLITOR	Town	21
Taylor	ROOSEVELT	Town	22
Taylor	STETSONVILLE	Village	23